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Commonwealth of Kentucky
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Charles R. Borders
Commissioner

March 8, 2011

Gregory D. Allen, Esquire
Law Offices of Collins & Allen
P.O. Box 475
Salyersville, Kentucky 41465

**RE: Magoffin County Water District
Case No. 2008-00443**

Dear Mr. Allen:

Thank you for your response of February 17, 2011, on behalf of the Magoffin County Water District ("Magoffin District"). Commission Staff has reviewed Magoffin District's response and appreciates the additional information and clarification provided.

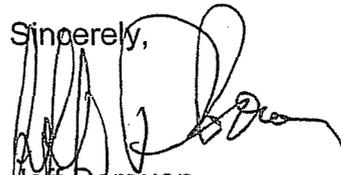
As has been stated, Magoffin District's efforts to make the Paintsville Interconnection project functional was interrupted when Paintsville Utilities was unable to provide an adequate volume of water to completely fill the water main, and the District's engineer refused to certify that the water line had been tested. In order to assist the District in its efforts to complete this interconnection project, the Commission contacted Paintsville to seek clarification regarding its ability to supply water to Magoffin District in the event of a water emergency. Paintsville responded to this request on February 17, 2011 and a copy of its response is enclosed.

The Commission does seek further clarification regarding the Paintsville interconnection. In Paintsville's response, it states that the problem in providing the water that was needed for the testing occurred because of major water leaks on its lines at Route 460 and Route 40. Paintsville further states that the lines were repaired within approximately 48 hours and Magoffin District was notified that water was again available for it to use. If so, it appears that the testing can now be completed. We believe it is important to test this connection and have it certified by the District Engineer. Also, the Commission would like to know whether you received notification from Paintsville that water was again available?

Gregory D. Allen, Esquire
March 8, 2011
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Again, the Commission appreciates Magoffin District's efforts and responsiveness and wants to reiterate that the Commission and its staff are available to assist the District going forward.

Sincerely,



Jeff Derouen
Executive Director

VG/kar
Attachment
cc: Randall Hardin



Paintsville Utilities

137 Main Street
P.O. Box 630
Paintsville, Kentucky 41240
Phone (606) 789-2630
TDD No. - 1-800-247-2510
Fax # 606-789-2631

Larry D. Herald
General Manager

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FEB 21 2011

PUBLIC SERVICE
COMMISSION

February 17, 2011

Mr. Jeff Derouen
Public Service Commission
211 Sower Blvd.
P O Box 615
Frankfort, KY 40602-0615

Dear Sir:

In response to your letter of February 9, 2011, Paintsville Utilities was experiencing major water leaks on its lines at RT 460 and RT 40. These lines feed the Magoffin County Water District, which made us unable to supply water to the Magoffin County Water District requested at that time. The repairs were completed in approximately 48 hours after the request from Magoffin County Water District for water. They were then notified that water was available.

The maximum amount of water that Paintsville Utilities would be able to provide once the new water treatment plant is completed is 1.5 million gallons per day at this time.

Should you have any further questions please feel free to call.

Sincerely,

Larry D. Herald
General Manager